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UNITED STATES BANKRUPTCY COURT

EASTERN DISTRICT OF CALIFORNIA

SACRAMENTO DIVISION

In re:

CASE NO.: 20-24123-E-11

RUSSELL WAYNE LESTER, an
individual, dba Dixon Ridge Farms,

Chapter 11

Debtor in Possession in
Possession.**GLOBAL NOTES AND STATEMENT OF LIMITATIONS, METHODOLOGY AND
DISCLAIMER REGARDING THE DEBTOR IN PETITION'S SCHEDULES OF ASSETS
AND LIABILITIES AND STATEMENT OF FINANCIAL AFFAIRS**

Russell Wayne Lester, dba Dixon Ridge Farms, the Debtor in Possession herein (the **"Debtor in Possession"**) files these *Global Notes and Statement of Limitations, Methodology and Disclaimer Regarding the Debtor in Possession's Schedules of Assets and Liabilities and Statement of Financial Affairs* (the **"Global Notes"**) contemporaneously with filing its Schedules of Assets and Liabilities (the **"Schedules"**) and Statement of Financial Affairs (the **"SOFA"**). The Debtor in Possession prepared the Schedules and SOFA in accordance with section 521 of title 11 of the United States Code, 11 U.S.C. §§ 101 et seq. (the **"Bankruptcy Code"**), and Rule 1007 of the Federal Rules of Bankruptcy Procedure.

1 These Global Notes pertain to, are incorporated by reference in, and comprise an integral
2 part of, all of the Schedules and SOFA. These Global Notes should be referred to, and reviewed
3 in connection with, any review of the Schedules and SOFA.

4 The Schedules and SOFA do not purport to represent financial statements prepared in
5 accordance with Generally Accepted Accounting Principles (“GAAP”), nor are they intended to
6 fully reconcile to any financial statements prepared by the Debtor in Possession. The Schedules
7 and SOFA reflect the Debtor in Possession’s best effort to compile information regarding the
8 assets and liabilities of the Debtor in Possession. Additionally, the Schedules and SOFA contain
9 unaudited information that is subject to further review and potential adjustment. The Debtor in
10 Possession reserves all rights to amend or supplement its Schedules and SOFA.

11 Nothing contained in the Schedules and SOFA or these Global Notes shall constitute a
12 waiver of any of the Debtor in Possession’s rights or an admission with respect to its chapter 11
13 case, including, but not limited to, any issues involving objections to claims, setoff or
14 recoupment, equitable subordination, defenses, characterization or re-characterization of
15 contracts, leases and claims, assumption or rejection of contracts and leases and/or causes of
16 action arising under the Bankruptcy Code or any other applicable laws to recover assets or avoid
17 transfers.

18 Notwithstanding the Debtor in Possession’s reasonable efforts to properly characterize,
19 classify, categorize, or designate certain claims, assets, executory contracts, and other items
20 reported in the Schedules and SOFA, the Debtor in Possession may nevertheless seek to
21 recharacterize, reclassify, recategorize, redesignate, add, or delete items included in the Schedules
22 and SOFA, and the Debtor in Possession and its estate reserve all rights in this regard.

23 Collecting data for the Schedules and SOFA, in the midst of an accelerated Chapter 11
24 individual filing, while also reopening its farming operations on the eve of the 2020 harvest, has
25 been extremely difficult. To assist the Debtor in Possession, Debtor in Possession’s counsel,
26 Felderstein Fitzgerald Willoughby Pascuzzi, and Rios, LLP (“FFWPR”) and an FFWPR paralegal
27 has worked with Debtor in Possession and Debtor in Possession’s employees to collect, collate
28 and input the information into the NextChapter bankruptcy program that collates the information

1 into the Schedules and SOFA. Neither FFWPR or any partner or employee of FFWPR has
2 independently verified any of the information provided from the Debtor in Possession's
3 employees and/or the Debtor in Possession's books and records.

4 **NOTES FOR SCHEDULES**

5 **Schedule A/B: Assets – Real and Personal Property.** Despite its commercially
6 reasonable efforts to identify all known assets, the Debtor in Possession may not have listed all
7 causes of action or potential causes of action against third parties as assets in its Schedules and
8 SOFA, including, but not limited to, causes of action arising under the Bankruptcy Code or any
9 other applicable laws to recover assets or avoid transfers. The Debtor in Possession and its estate
10 reserve all rights with respect to any claims and causes of action that it may have, and neither
11 these Global Notes nor the Schedules and SOFA shall be deemed a waiver of any such claims and
12 causes of actions, or in any way waive, prejudice, impair or otherwise affect the assertion of such
13 claims and causes of action. Any property that is listed as an unknown or undetermined amount
14 on account of the fact that the fair market value of such ownership is dependent on numerous
15 variables and factors and may differ significantly from a cost basis, the net book value, or the
16 Debtor in Possession's independent opinion as to a valuation.

17 In preparing Schedule A/B, the Debtor in Possession and his wife had to differentiate
18 between three uses for their community assets. First, the personal community property assets
19 were generally not input into the Dixon Ridge Farms Quickbooks accounting program
20 ("Quickbooks"). These assets are listed mainly in the general personal assets of Schedule A/B,
21 except for the Putah Creek real property described on Schedule A/BI Part 1(1), and Attachment
22 A, which real property, the processing buildings and attached equipment and the personal
23 residence. The business assets input into Quickbooks include assets for the processing business,
24 which requires multiple State licenses that a typical farmer does not possess, and farming assets.
25 For convenience, all these farm and processing equipment assets are listed under Farm equipment
26 Schedule A/B Part 6(49). No portion of processing equipment was listed under Schedule A/B Part
27 5(40).

28 **Schedule D: Creditors Who Have Claims Secured by Property.** The Debtor in

1 Possession and its estate reserve all rights to dispute or challenge the validity, perfection or
2 immunity from avoidance of any lien purported to be granted or perfected in any specific asset to
3 a creditor listed on Schedule D. The Debtor in Possession and its estate reserve all rights to
4 dispute or challenge the secured nature of any such claim or the characterization of the structure
5 of any transaction, document or instrument related to any such claim. The descriptions provided
6 in Schedule D are intended only to be a summary. By listing a party on Schedule D based on a
7 UCC-1 filing, the Debtor in Possession and its estate are not conceding that such party actually
8 holds a perfected, unavoidable security interest in the asset that is the subject of such filing and
9 reserve all rights as set forth in these Global Notes.

10 The walnut growers who executed individual “Contracts to Purchase Certified Organic
11 Walnuts” (the “2019 Contracts”) with the prepetition debtor, Mr. Russell Lester, dba Dixon Ridge
12 Farms (“DRF”) are listed in a zero dollar amount and as disputed and unliquidated claims based
13 on the following facts and circumstances. In the 2019 Contract, the 2019 Growers agreed that the
14 “DRF shall, for each crop year subject to this contract determine DRF’s declared price for
15 purposes of this contract.” The contract called for a payment in December based on 75% of the
16 “estimated” price for the 2019 crop market year (the “Estimated Payments”), but the declared
17 price was not determined until DRF declared the price based on market conditions in April of
18 each year. In April of 2020, unfortunately, the price of walnut meat had declined by more than
19 25% and the DRF declared price for the 2019 price was less than the Estimated Payments. DRF
20 sent out a certified letter informing all the 2019 Growers that no further payments were due given
21 the drastic reduction in market price due to COVID 19, and the letter also cancelled the contracts
22 that would otherwise automatically renew for the 2020 crop year. No further amounts are owed
23 by the Debtor in Possession to the 2019 Growers.

24 **Schedule E/F: Creditors Who Have Unsecured Claims.** The Debtor in Possession and
25 its estate reserve all rights to dispute or challenge whether creditors listed on Schedule E/F are
26 entitled to priority claims. Certain creditors listed on Schedule E/F may owe amounts to the
27 Debtor in Possession; as such, the Debtor in Possession and its estate may have valid setoff and
28 recoupment rights with respect to such amounts, which rights are not reflected on Schedule E/F.

Also, the amounts listed on Schedule E/F reflect known prepetition claims as of the filing of this bankruptcy case. Such amounts do not reflect any rights of setoff or recoupment that may be asserted by any creditors listed on Schedule E/F, and the Debtor in Possession and its estate reserve all rights to challenge any setoff and recoupment rights that may be asserted against it. The Debtor in Possession and its estate reserve all rights to dispute or challenge the validity, perfection, or immunity from avoidance of any lien purported to be perfected by a creditor listed on Schedule E/F.

Schedule G:

Notwithstanding the Debtor's reasonable efforts to properly characterize, classify, categorize, or designate certain contracts as executory or not, and other items reported in Schedule G, the Debtor may nevertheless seek to recharacterize, reclassify, recategorize, redesignate, add, or delete items included in Schedule G, and the Debtor and its estate reserve all rights in this regard.

NOTES FOR STATEMENT OF FINANCIAL AFFAIRS

All SOFA Questions The accelerated time frame has particularly impacted research required for many SOFA questions, and the Debtor in Possession and its estate reserve all rights to amend or supplement any of the SOFA answers.

SOFA 4. The \$0 gross income numbers for year to date is an estimate, as reviewed financial statements have not yet been produced by the Debtor in Possession's accountant. The 2019 gross income number was taken from the Debtor in Possession's reviewed 2019 financial statements, and the 2018 gross income number was taken from the Debtor in Possession's 2018 tax return less his spouse's W2 income.

SOFA 7. The Debtor in Possession and its estate reserve all rights, claims and defenses with respect to any and all listed lawsuits and administrative proceedings (or potential lawsuits and administrative proceedings). The listing of any such suits and proceedings shall not constitute an admission by the Debtor in Possession and its estate of any liabilities or that the actions or proceedings were correctly filed against the Debtor in Possession.

☐ Check if this is an amended filing

4/19

Debtor 1

Russell Wayne Lester

First Name

Middle Name

Last Name

Case number (if known)

2020-24123

Part 2: Explain the Sources of Your Income**4. Did you have any income from employment or from operating a business during this year or the two previous calendar years?**

Fill in the total amount of income you received from all jobs and all businesses, including part-time activities.

If you are filing a joint case and you have income that you receive together, list it only once under Debtor 1.

☐ No☒ Yes. Fill in the details.

	Debtor 1		Debtor 2	
	Sources of income Check all that apply.	Gross income (before deductions and exclusions)	Sources of income Check all that apply.	Gross income (before deductions and exclusions)
From January 1 of current year until the date you filed for bankruptcy:	<input type="checkbox"/> Wages, commissions, bonuses, tips <input checked="" type="checkbox"/> Operating a business	\$ Unknown	<input type="checkbox"/> Wages, commissions, bonuses, tips <input type="checkbox"/> Operating a business	\$ _____
For last calendar year: (January 1 to December 31, <u>2019</u>) YYYY	<input type="checkbox"/> Wages, commissions, bonuses, tips <input checked="" type="checkbox"/> Operating a business	\$ Unknown	<input type="checkbox"/> Wages, commissions, bonuses, tips <input type="checkbox"/> Operating a business	\$ _____
For the calendar year before that: (January 1 to December 31, <u>2018</u>) YYYY	<input type="checkbox"/> Wages, commissions, bonuses, tips <input checked="" type="checkbox"/> Operating a business	\$ 0.00	<input type="checkbox"/> Wages, commissions, bonuses, tips <input type="checkbox"/> Operating a business	\$ _____

SEE GLOBAL NOTES**5. Did you receive any other income during this year or the two previous calendar years?**Include income regardless of whether that income is taxable. Examples of *other income* are alimony; child support; Social Security, unemployment, and other public benefit payments; pensions; rental income; interest; dividends; money collected from lawsuits; royalties; and gambling and lottery winnings. If you are filing a joint case and you have income that you received together, list it only once under Debtor 1.

List each source and the gross income from each source separately. Do not include income that you listed in line 4.

☐ No☒ Yes. Fill in the details.

	Debtor 1		Debtor 2	
	Sources of income Describe below.	Gross income from each source (before deductions and exclusions)	Sources of income Describe below.	Gross income from each source (before deductions and exclusions)
From January 1 of current year until the date you filed for bankruptcy:	_____	\$ _____	_____	\$ _____
	_____	\$ _____	_____	\$ _____
	_____	\$ _____	_____	\$ _____
For last calendar year: (January 1 to _____)	_____	\$ _____	_____	\$ _____
	_____	\$ _____	_____	\$ _____
December 31, <u>2019</u>)	_____	\$ _____	_____	\$ _____
For the calendar year before that: (January 1 to _____)	Dividend and Interest Income	\$ 5,245.00	_____	\$ _____
	_____	\$ _____	_____	\$ _____
December 31, <u>2018</u>)	_____	\$ _____	_____	\$ _____

SEE GLOBAL NOTES

Debtor 1 Russell Wayne Lester
First Name Middle Name Last Name

Case number (if known) 2020-24123

Part 3: List Certain Payments You Made Before You Filed for Bankruptcy

6. Are either Debtor 1's or Debtor 2's debts primarily consumer debts?

- ☒ No. **Neither Debtor 1 nor Debtor 2 has primarily consumer debts.** *Consumer debts* are defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose."

During the 90 days before you filed for bankruptcy, did you pay any creditor a total of \$6,825* or more?

☐ No. Go to line 7.

- ☒ Yes. List below each creditor to whom you paid a total of \$6,825* or more in one or more payments and the total amount you paid that creditor. Do not include payments for domestic support obligations, such as child support and alimony. Also, do not include payments to an attorney for this bankruptcy case.

* Subject to adjustment on 4/01/22 and every 3 years after that for cases filed on or after the date of adjustment.

- ☐ Yes. **Debtor 1 or Debtor 2 or both have primarily consumer debts.**

During the 90 days before you filed for bankruptcy, did you pay any creditor a total of \$600 or more?

☐ No. Go to line 7.

- ☐ Yes. List below each creditor to whom you paid a total of \$600 or more and the total amount you paid that creditor. Do not include payments for domestic support obligations, such as child support and alimony. Also, do not include payments to an attorney for this bankruptcy case.

	Dates of payment	Total amount paid	Amount you still owe	Was this payment for...
See SOFA - Attachment #1 Creditor's Name		\$ 672,322.44	\$ 0.00	<input type="checkbox"/> Mortgage <input type="checkbox"/> Car <input type="checkbox"/> Credit card <input type="checkbox"/> Loan repayment <input type="checkbox"/> Suppliers or vendors <input checked="" type="checkbox"/> Other <u>Farming Business</u>
Number Street				
City State ZIP Code				
Creditor's Name		\$	\$	<input type="checkbox"/> Mortgage <input type="checkbox"/> Car <input type="checkbox"/> Credit card <input type="checkbox"/> Loan repayment <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Other
Number Street				
City State ZIP Code				
Creditor's Name		\$	\$	<input type="checkbox"/> Mortgage <input type="checkbox"/> Car <input type="checkbox"/> Credit card <input type="checkbox"/> Loan repayment <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Other
Number Street				
City State ZIP Code				

Debtor 1

Russell Wayne Lester

First Name

Middle Name

Last Name

Case number (if known)

2020-24123

7. Within 1 year before you filed for bankruptcy, did you make a payment on a debt you owed anyone who was an insider?

Insiders include your relatives; any general partners; relatives of any general partners; partnerships of which you are a general partner; corporations of which you are an officer, director, person in control, or owner of 20% or more of their voting securities; and any managing agent, including one for a business you operate as a sole proprietor. 11 U.S.C. § 101. Include payments for domestic support obligations, such as child support and alimony.

☐ No☒ Yes. List all payments to an insider.

	Dates of payment	Total amount paid	Amount you still owe	Reason for this payment
Abel Guzman <small>Insider's Name</small> _____ <small>Number Street</small> _____ _____ <small>City State ZIP Code</small>	03/23/2020	\$ 20,000.00	\$ 20,000.00	Loan to Son-in Law - Organic Boys LLC Loan was paid back in September 2020
_____ <small>Insider's Name</small> _____ <small>Number Street</small> _____ <small>City State ZIP Code</small>		\$ _____	\$ _____	

8. Within 1 year before you filed for bankruptcy, did you make any payments or transfer any property on account of a debt that benefited an insider?

Include payments on debts guaranteed or cosigned by an insider.

☐ No☒ Yes. List all payments that benefited an insider.

	Dates of payment	Total amount paid	Amount you still owe	Reason for this payment
Summer Lester <small>Insider's Name</small> _____ 5430 Putah Creek Road <small>Number Street</small> _____ _____ <small>City State ZIP Code</small>	01/01/2020	\$ 25,000.00	\$ 0.00	Include creditor's name 3 horses, 2 horse trailers, and a truck
_____ <small>Insider's Name</small> _____ <small>Number Street</small> _____ <small>City State ZIP Code</small>		\$ _____	\$ _____	

Debtor 1

Russell Wayne Lester

First Name Middle Name Last Name

Case number (if known)

2020-24123

Part 4: Identify Legal Actions, Repossessions, and Foreclosures

9. Within 1 year before you filed for bankruptcy, were you a party in any lawsuit, court action, or administrative proceeding?

List all such matters, including personal injury cases, small claims actions, divorces, collection suits, paternity actions, support or custody modifications, and contract disputes.

- ☐ No
☒ Yes. Fill in the details.

	Nature of the case	Court or agency	Status of the case
Case title: First Northern Bank of Dixon vs. Russell Lester, an individual and Kathy Hemlock Lester	Attached, Seized, or Levied: Appoint receiver Donald G. Howell; Date filed: 06/12/2020	Superior Court of the State of California - S Court Name 580 Texas Street Number Street Fairfield CA 94533 City State ZIP Code	<input checked="" type="checkbox"/> Pending <input type="checkbox"/> On appeal <input type="checkbox"/> Concluded
Case number FCS054698			
Case title:		Court Name Number Street City State ZIP Code	<input type="checkbox"/> Pending <input type="checkbox"/> On appeal <input type="checkbox"/> Concluded
Case number			

10. Within 1 year before you filed for bankruptcy, was any of your property repossessed, foreclosed, garnished, attached, seized, or levied?

Check all that apply and fill in the details below.

- ☐ No. Go to line 11.
☒ Yes. Fill in the information below.

	Describe the property	Date	Value of the property
First Northern Bank of California Creditor's Name 195 N First Street Number Street Dixon CA 95620 City State ZIP Code	Appoint receiver Donald G. Howell	06/2020	\$ 0.00
	Explain what happened		
	<input type="checkbox"/> Property was repossessed. <input type="checkbox"/> Property was foreclosed. <input type="checkbox"/> Property was garnished. <input checked="" type="checkbox"/> Property was attached, seized, or levied.		
	Describe the property	Date	Value of the property
			\$
	Explain what happened		
	<input type="checkbox"/> Property was repossessed. <input type="checkbox"/> Property was foreclosed. <input type="checkbox"/> Property was garnished. <input type="checkbox"/> Property was attached, seized, or levied.		

Debtor 1 Russell Wayne Lester
First Name Middle Name Last Name

Case number (if known) 2020-24123

11. Within 90 days before you filed for bankruptcy, did any creditor, including a bank or financial institution, set off any amounts from your accounts or refuse to make a payment because you owed a debt?

- ☒ No
☐ Yes. Fill in the details.

Creditor's Name	Describe the action the creditor took	Date action was taken	Amount
Number Street City State ZIP Code			\$
Last 4 digits of account number: XXXX-			

12. Within 1 year before you filed for bankruptcy, was any of your property in the possession of an assignee for the benefit of creditors, a court-appointed receiver, a custodian, or another official?

- ☐ No
☒ Yes

Part 5: List Certain Gifts and Contributions

13. Within 2 years before you filed for bankruptcy, did you give any gifts with a total value of more than \$600 per person?

- ☐ No
☒ Yes. Fill in the details for each gift.

Gifts with a total value of more than \$600 per person	Describe the gifts	Dates you gave the gifts	Value
See Attachment #2 Person to Whom You Gave the Gift Number Street City State ZIP Code Person's relationship to you	See Attachment #2		\$ 130,860.30 \$ 0.00
Person to Whom You Gave the Gift Number Street City State ZIP Code Person's relationship to you			\$ \$

Debtor 1 Russell Wayne Lester
 First Name Middle Name Last Name

Case number (if known) 2020-24123

14. Within 2 years before you filed for bankruptcy, did you give any gifts or contributions with a total value of more than \$600 to any charity?

- ☐ No
☒ Yes. Fill in the details for each gift or contribution.

Gifts or contributions to charities that total more than \$600	Describe what you contributed	Date you contributed	Value
See Attachment #3 Charity's Name	See Attachment #		\$ 5,105.00
			\$ 0.00
Number Street			
City State ZIP Code			

Part 6: List Certain Losses

15. Within 1 year before you filed for bankruptcy or since you filed for bankruptcy, did you lose anything because of theft, fire, other disaster, or gambling?

- ☐ No
☒ Yes. Fill in the details.

Describe the property you lost and how the loss occurred	Describe any insurance coverage for the loss Include the amount that insurance has paid. List pending insurance claims on line 33 of <i>Schedule A/B: Property</i> .	Date of your loss	Value of property lost
Fire - Liquidated	Building, Personal Property, Stock and Income	10/2017	\$ Unknown

Part 7: List Certain Payments or Transfers

16. Within 1 year before you filed for bankruptcy, did you or anyone else acting on your behalf pay or transfer any property to anyone you consulted about seeking bankruptcy or preparing a bankruptcy petition?

Include any attorneys, bankruptcy petition preparers, or credit counseling agencies for services required in your bankruptcy.

- ☐ No
☒ Yes. Fill in the details.

Description and value of any property transferred	Date payment or transfer was made	Amount of payment
Felderstein Fitzgerald Willoughby Pascuz Person Who Was Paid \$25,000 - Pre-petition Filing \$75,000 - in trust for Post-Petition Bankruptcy Matter	08/2020	\$ 25,000.00
500 Capitol Mall Number Street #2250 Sacramento CA 95814 City State ZIP Code Email or website address Person Who Made the Payment, if Not You	08/2020	\$ 75,000.00

Debtor 1 Russell Wayne Lester
First Name Middle Name Last Name

Case number (if known) 2020-24123

	Description and value of any property transferred	Date payment or transfer was made	Amount of payment
Person Who Was Paid <hr/> Number Street <hr/> City State ZIP Code <hr/> Email or website address <hr/> Person Who Made the Payment, if Not You <hr/>		<hr/>	\$ <hr/>
		<hr/>	\$ <hr/>

17. Within 1 year before you filed for bankruptcy, did you or anyone else acting on your behalf pay or transfer any property to anyone who promised to help you deal with your creditors or to make payments to your creditors?

Do not include any payment or transfer that you listed on line 16.

- ☒ No
☐ Yes. Fill in the details.

	Description and value of any property transferred	Date payment or transfer was made	Amount of payment
Person Who Was Paid <hr/> Number Street <hr/> City State ZIP Code <hr/>		<hr/>	\$ <hr/>
		<hr/>	\$ <hr/>

18. Within 2 years before you filed for bankruptcy, did you sell, trade, or otherwise transfer any property to anyone, other than property transferred in the ordinary course of your business or financial affairs?

Include both outright transfers and transfers made as security (such as the granting of a security interest or mortgage on your property). Do not include gifts and transfers that you have already listed on this statement.

- ☒ No
☐ Yes. Fill in the details.

	Description and value of property transferred	Describe any property or payments received or debts paid in exchange	Date transfer was made
Person Who Received Transfer <hr/> Number Street <hr/> City State ZIP Code <hr/> Person's relationship to you <hr/>			<hr/>
			<hr/>
Person Who Received Transfer <hr/> Number Street <hr/> City State ZIP Code <hr/> Person's relationship to you <hr/>			<hr/>
			<hr/>

Debtor 1 Russell Wayne Lester
First Name Middle Name Last Name

Case number (if known) 2020-24123

19. Within 10 years before you filed for bankruptcy, did you transfer any property to a self-settled trust or similar device of which you are a beneficiary? (These are often called *asset-protection devices*.)

- ☒ No
☐ Yes. Fill in the details.

Description and value of the property transferred	Date transfer was made
Name of trust	

Part 8: List Certain Financial Accounts, Instruments, Safe Deposit Boxes, and Storage Units

20. Within 1 year before you filed for bankruptcy, were any financial accounts or instruments held in your name, or for your benefit, closed, sold, moved, or transferred?
 Include checking, savings, money market, or other financial accounts; certificates of deposit; shares in banks, credit unions, brokerage houses, pension funds, cooperatives, associations, and other financial institutions.

- ☐ No
☒ Yes. Fill in the details.

	Last 4 digits of account number	Type of account or instrument	Date account was closed, sold, moved, or transferred	Last balance before closing or transfer
First Northern Bank #4100 Name of Financial Institution	XXXX- 4 1 0 0	<input checked="" type="checkbox"/> Checking <input type="checkbox"/> Savings <input type="checkbox"/> Money market <input type="checkbox"/> Brokerage <input type="checkbox"/> Other	07/12/2017	\$ 0.00
Number Street				
City State ZIP Code				
Name of Financial Institution	XXXX- _ _ _ _	<input type="checkbox"/> Checking <input type="checkbox"/> Savings <input type="checkbox"/> Money market <input type="checkbox"/> Brokerage <input type="checkbox"/> Other		\$ _ _ _ _
Number Street				
City State ZIP Code				

21. Do you now have, or did you have within 1 year before you filed for bankruptcy, any safe deposit box or other depository for securities, cash, or other valuables?

- ☐ No
☒ Yes. Fill in the details.

Who else had access to it?	Describe the contents	Do you still have it?
First Northern Bank of Dixon - Winters Br Name of Financial Institution	Russell Lester Name	Stock Certificates - Value Unknown,
48 Main Street Number Street	5430 Putah Creek Road Number Street	
Winters CA 95694 City State ZIP Code	Winters CA 95695 City State ZIP Code	<input type="checkbox"/> No <input checked="" type="checkbox"/> Yes

Debtor 1 Russell Wayne Lester
First Name Middle Name Last Name

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22. Have you stored property in a storage unit or place other than your home within 1 year before you filed for bankruptcy?

- ☒ No
☐ Yes. Fill in the details.

Who else has or had access to it?		Describe the contents	Do you still have it?
Name of Storage Facility Number Street City State ZIP Code	Name Number Street City State ZIP Code		<input type="checkbox"/> No <input type="checkbox"/> Yes

Part 9: Identify Property You Hold or Control for Someone Else

23. Do you hold or control any property that someone else owns? Include any property you borrowed from, are storing for, or hold in trust for someone.

- ☐ No
☒ Yes. Fill in the details.

Where is the property?	Describe the property	Value
Burned Out Autos Owner's Name Number Street City State ZIP Code	5430 Putah Creek Road Number Street Winters CA 95694 City State ZIP Code	Burned out cars from fire \$ <u>Unknown</u>

Part 10: Give Details About Environmental Information

For the purpose of Part 10, the following definitions apply:

- **Environmental law** means any federal, state, or local statute or regulation concerning pollution, contamination, releases of hazardous or toxic substances, wastes, or material into the air, land, soil, surface water, groundwater, or other medium, including statutes or regulations controlling the cleanup of these substances, wastes, or material.
- **Site** means any location, facility, or property as defined under any environmental law, whether you now own, operate, or utilize it or used to own, operate, or utilize it, including disposal sites.
- **Hazardous material** means anything an environmental law defines as a hazardous waste, hazardous substance, toxic substance, hazardous material, pollutant, contaminant, or similar term.

Report all notices, releases, and proceedings that you know about, regardless of when they occurred.

24. Has any governmental unit notified you that you may be liable or potentially liable under or in violation of an environmental law?

- ☒ No
☐ Yes. Fill in the details.

Governmental unit	Environmental law, if you know it	Date of notice
Name of site Number Street City State ZIP Code	Governmental unit Number Street City State ZIP Code	

Debtor 1 Russell Wayne Lester
 First Name Middle Name Last Name

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25. Have you notified any governmental unit of any release of hazardous material?

- ☒ No
☐ Yes. Fill in the details.

Governmental unit		Environmental law, if you know it	Date of notice
Name of site	Governmental unit		
Number Street	Number Street		
City State ZIP Code	City State ZIP Code		

26. Have you been a party in any judicial or administrative proceeding under any environmental law? Include settlements and orders.

- ☒ No
☐ Yes. Fill in the details.

Case title	Court or agency	Nature of the case	Status of the case
	Court Name		<input type="checkbox"/> Pending <input type="checkbox"/> On appeal <input type="checkbox"/> Concluded
	Number Street		
Case number	City State ZIP Code		

Part 11: Give Details About Your Business or Connections to Any Business

27. Within 4 years before you filed for bankruptcy, did you own a business or have any of the following connections to any business?

- ☒ A sole proprietor or self-employed in a trade, profession, or other activity, either full-time or part-time
☐ A member of a limited liability company (LLC) or limited liability partnership (LLP)
☐ A partner in a partnership
☐ An officer, director, or managing executive of a corporation
☐ An owner of at least 5% of the voting or equity securities of a corporation
☐ No. None of the above applies. Go to Part 12.
☒ Yes. Check all that apply above and fill in the details below for each business.

Dixon Ridge Farms	Describe the nature of the business	Employer Identification number
Business Name	Walnut Farm, Storage & Processing Plant	Do not include Social Security number or ITIN.
5430 Putah Creek Road		EIN: ____ - ____ - ____ - ____ - ____ - ____
Number Street		Dates business existed
	Name of accountant or bookkeeper	From 03/01/1979 To Current
Woodland CA 95695	Carbahal & Company	
City State ZIP Code		
	Describe the nature of the business	Employer Identification number
Business Name		Do not include Social Security number or ITIN.
		EIN: ____ - ____ - ____ - ____ - ____ - ____
Number Street		Dates business existed
	Name of accountant or bookkeeper	From ____ To ____
City State ZIP Code		

Debtor 1 Russell Wayne Lester
 First Name Middle Name Last Name

Case number (if known) 2020-24123

Business Name _____ Number Street _____ City State ZIP Code _____	Describe the nature of the business _____ _____ _____ Name of accountant or bookkeeper _____	Employer Identification number Do not include Social Security number or ITIN. EIN: ____ - ____ - ____ Dates business existed From ____ To ____
--	---	--


28. Within 2 years before you filed for bankruptcy, did you give a financial statement to anyone about your business? Include all financial institutions, creditors, or other parties.


- ☐ No
☒ Yes. Fill in the details below.

Downey Brand Name 621 Capitol Mall 18th Floor Number Street _____ Sacramento CA 95814 City State ZIP Code	Date issued 04/29/2020 MM / DD / YYYY
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Part 12: Sign Below

I have read the answers on this *Statement of Financial Affairs* and any attachments, and I declare under penalty of perjury that the answers are true and correct. I understand that making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to \$250,000, or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

 /s/ Russell Wayne Lester
 Signature of Debtor 1

 _____
 Signature of Debtor 2

Date 09/10/2020

Date _____

Did you attach additional pages to *Your Statement of Financial Affairs for Individuals Filing for Bankruptcy* (Official Form 107)?

- ☐ No
☒ Yes

Did you pay or agree to pay someone who is not an attorney to help you fill out bankruptcy forms?

- ☒ No
☐ Yes. Name of person _____ Attach the *Bankruptcy Petition Preparer's Notice, Declaration, and Signature* (Official Form 119).

Russell Wayne Lester

2020-24121

Debtor 1

First Name

Middle Name

Last Name

Case number (if known)

Continuation Sheet for Official Form 107**15) Losses**Describe the property you lost and how the loss occurred: **Embezzlement****General Business**

Date of loss: 01/2001

Value of property lost: \$300,000.00

28) Business financial statements

Kraft Law	11335 Gold Express Drive Suite 125, Rancho Cordova, CA 95670	2020-03-19
Jay, Cobb & Marley	2920 E Inland Empire Blvd Suite 105, Ontario, CA 91764	2020-04-20
Cascade Credit Services, Inc.	,	2020-01-30
Don Jordan	,	2020-01-21
George Lester	,	2020-01-07
Five Star Bank	,	2020-03-26
Conterra Ag Capital	2551 Keats Ave, Clovis, CA 93611	2020-04-16
Wells Fargo	,	2020-04-06
Bank of the West	500 Capitol Mall #1200, Sacramento, CA 95814	2020-03-04
US Bank	601 Capitol Mall Suite 800, Sacramento, CA 95814	2020-03-24
Union Bank of California	1415 L Street Suite 740, Sacramento, CA 95814	2020-03-31
Beneficial State Bank	3626 East First Street, Los Angeles, CA 90063	2020-04-16
USDA	,	2020-05-26
CCOF Organic Certification Program	,	2020-01-07

Debtor 1 Russell Way Lester**Case Number 2020-24123****Attachment #1****SOFA:****Question #6****Payments made in the Last 90 days**

Date	Name	Amount
06/10/2020	Alejandro Torres-Vega	3,317.00
06/24/2020	Alejandro Torres-Vega	3,378.04
07/08/2020	Alejandro Torres-Vega	3,228.58
07/22/2020	Alejandro Torres-Vega	3,378.04
08/05/2020	Alejandro Torres-Vega	3,402.63
08/19/2020	Alejandro Torres-Vega	3,353.43
06/18/2020	American Express	12,197.30
07/18/2020	American Express	8,481.79
08/24/2020	American Express	12,821.86
06/23/2020	CA Dept Public Health	2,352.94
06/05/2020	Downey Brand LLP	164.00
08/11/2020	Downey Brand LLP	44,910.81
05/29/2020	EDD	23.16
05/29/2020	EDD	1,760.48
06/12/2020	EDD	23.16
06/12/2020	EDD	1,683.25
06/29/2020	EDD	2.13
06/29/2020	EDD	1,715.35
07/10/2020	EDD	1,645.56
07/24/2020	EDD	1,830.90
08/03/2020	EDD	309.70
08/07/2020	EDD	1,541.15
05/29/2020	EFTPS Online	11,571.78
06/12/2020	EFTPS Online	11,370.36
06/29/2020	EFTPS Online	11,477.20
07/10/2020	EFTPS Online	11,219.44
07/10/2020	EFTPS Online	125.52
07/24/2020	EFTPS Online	11,874.68
08/03/2020	EFTPS Online	2,374.10
08/07/2020	EFTPS Online	9,778.48
06/10/2020	Eutiquio A Palmerin	2,181.95
06/24/2020	Eutiquio A Palmerin	2,306.99
07/08/2020	Eutiquio A Palmerin	2,209.63
07/22/2020	Eutiquio A Palmerin	2,349.00
07/24/2020	Eutiquio A Palmerin	1,493.90
08/05/2020	Eutiquio A Palmerin	2,296.75
08/19/2020	Eutiquio A Palmerin	1,671.74

Debtor 1 Russell Way Lester**Case Number 2020-24123****Attachment #1****SOFA:****Question #6****Payments made in the Last 90 days**

Date	Name	Amount
08/20/2020	Felderstein Fitzgerald Willoughby Pascuzzi & Rios LLP	100,000.00
05/30/2020	First Northern Bank of Dixon 2005 House Remodel 82553968	1,712.32
06/30/2020	First Northern Bank of Dixon 2005 House Remodel 82553968	2,123.29
07/30/2020	First Northern Bank of Dixon 2005 House Remodel 82553968	2,054.79
06/25/2020	First Norther Bank of Dixon 2009 Building Loan 2029188	11,790.48
06/10/2020	Heliodoro Partida	2,022.73
06/24/2020	Heliodoro Partida	2,025.62
07/08/2020	Heliodoro Partida	1,953.05
07/22/2020	Heliodoro Partida	2,025.62
08/05/2020	Heliodoro Partida	2,025.61
08/19/2020	Heliodoro Partida	1,929.44
06/10/2020	Jesus Rodriguez Vega	1,864.68
06/24/2020	Jesus Rodriguez Vega	1,853.52
07/08/2020	Jesus Rodriguez Vega	1,763.05
07/22/2020	Jesus Rodriguez Vega	1,796.61
08/05/2020	Jesus Rodriguez Vega	1,824.55
08/19/2020	Jesus Rodriguez Vega	1,717.31
06/10/2020	John Deere Financial	2,278.96
06/20/2020	John Deere Financial	2,279.72
07/10/2020	John Deere Financial	2,278.96
07/20/2020	John Deere Financial	2,279.72
08/10/2020	John Deere Financial	2,278.96
08/20/2020	John Deere Financial	2,279.72
06/10/2020	Jose A Lopez-Santana	1,857.54
06/24/2020	Jose A Lopez-Santana	1,892.58
07/08/2020	Jose A Lopez-Santana	1,892.58
07/22/2020	Jose A Lopez-Santana	1,929.86
08/05/2020	Jose A Lopez-Santana	1,912.63
08/19/2020	Jose A Lopez-Santana	1,863.00
06/10/2020	Jose L Montes Gallardo	1,627.82
06/24/2020	Jose L Montes Gallardo	1,644.94
07/08/2020	Jose L Montes Gallardo	1,581.39
07/22/2020	Jose L Montes Gallardo	1,644.93
08/05/2020	Jose L Montes Gallardo	1,644.91
08/19/2020	Jose L Montes Gallardo	1,529.12
06/10/2020	Jose L Murillo	1,830.86
06/24/2020	Jose L Murillo	1,848.80
07/08/2020	Jose L Murillo	1,800.98

Debtor 1 Russell Way Lester**Case Number 2020-24123****Attachment #1****SOFA:****Question #6****Payments made in the Last 90 days**

Date	Name	Amount
07/22/2020	Jose L Murillo	1,795.02
08/05/2020	Jose L Murillo	1,848.79
08/19/2020	Jose L Murillo	1,761.65
06/10/2020	Jose Murillo	1,770.42
06/24/2020	Jose Murillo	1,789.73
07/08/2020	Jose Murillo	1,738.89
07/22/2020	Jose Murillo	1,732.80
08/05/2020	Jose Murillo	1,789.73
08/19/2020	Jose Murillo	1,697.73
06/10/2020	Luis A Lopez Angel	1,686.84
06/24/2020	Luis A Lopez Angel	1,620.07
07/08/2020	Luis A Lopez Angel	1,625.64
07/22/2020	Luis A Lopez Angel	1,686.84
08/05/2020	Luis A Lopez Angel	1,670.51
08/19/2020	Luis A Lopez Angel	1,623.36
08/14/2020	Martin's Dusters Inc.	27,107.20
07/14/2020	Payment to Receiver	45,048.36
07/17/2020	Payment to Receiver	1,756.95
07/23/2020	Payment to Receiver	41,982.00
07/23/2020	Payment to Receiver	492.00
07/23/2020	Payment to Receiver	21,539.18
07/28/2020	Payment to Receiver	45,048.36
07/28/2020	Payment to Receiver	131.25
08/26/2020	Payment to Receiver	712.50
06/05/2020	PGE	10,725.28
06/05/2020	PGE	249.04
08/14/2020	PGE	87.82
06/10/2020	Placido Cuevas	2,064.58
06/24/2020	Placido Cuevas	2,086.46
07/08/2020	Placido Cuevas	2,029.11
07/22/2020	Placido Cuevas	2,064.58
08/05/2020	Placido Cuevas	2,086.48
08/19/2020	Placido Cuevas	1,983.24
06/22/2020	Prudential Asset Resources, Inc	173,434.66
06/02/2020	QuickBooks Payroll Service	1.75
06/11/2020	QuickBooks Payroll Service	3,121.00
06/25/2020	QuickBooks Payroll Service	1,726.63
07/07/2020	QuickBooks Payroll Service	1.75

Debtor 1 Russell Way Lester**Case Number 2020-24123****Attachment #1****SOFA:****Question #6****Payments made in the Last 90 days**

Date	Name	Amount
07/09/2020	QuickBooks Payroll Service	3,215.10
07/23/2020	QuickBooks Payroll Service	2,086.19
08/04/2020	QuickBooks Payroll Service	1.75
08/06/2020	QuickBooks Payroll Service	1,577.96
06/10/2020	Salvador Duran Nieves	2,105.78
06/24/2020	Salvador Duran Nieves	2,190.51
07/08/2020	Salvador Duran Nieves	2,082.91
07/22/2020	Salvador Duran Nieves	2,244.33
08/05/2020	Salvador Duran Nieves	2,190.53
08/19/2020	Salvador Duran Nieves	2,171.34
06/05/2020	Travelers	29,925.23
06/15/2020	Zenith Insurance	5,127.00
07/27/2020	Zenith Insurance	5,116.00
08/17/2020	Zenith Insurance	5,799.00
		<u><u>\$ 672,322.44</u></u>

Debtor 1 Russell Way Lester**Case Number 2020-24123****Attachment #2****SOFA:****Question #13****Certain Gifts and Contributions**

Person	Relationship	Description	Date	Value
Jenni Lester	Daughter	Gifted Cash \$25,533.77	08/01/2009	25,533.77
Jenni Lester	Daughter	Offset loan to Lesters: \$4,466.23	08/01/2009	4,466.23
Summer Lester	Daughter	Gifted Cash \$15,860.30	4/17/2019	15,860.30
Summer Lester	Daughter	Gifted 3 horses, 2 horse trailers and truck - estimated worth \$25,000	1/1/2020	25,000.00
Christine Lester	Daughter	Gifted Cash \$30,000	1/22/2019	30,000.00
Sarah Lester	Daughter	Offset loan to Lesters: \$30,000	Unknown	30,000.00
				<u>\$ 130,860.30</u>

Debtor 1 Russell Way Lester

Case Number 2020-24123

Attachment #3**SOFA:****Question #14**

Within 2 years before you filed for bankruptcy, did you give any gifts or contributions with a total value of more than \$600 to any charity

Date	Charity	Value
06/13/2019	Yolo Trust	1,500.00
08/07/2019	Solano Land Trust	2,500.00
10/26/2019	Solano Land Trust	105.00
10/21/2019	Farm to School	1,000.00
		<hr/>
		\$ 5,105.00
		<hr/>